REMARKS

Further and favorable reconsideration is respectfully requested in view of the amendments and remarks set forth in the response filed August 14, 2007, as well as the foregoing amendments and following remarks.

Claim 1 has been amended to recite "traces $\leq S \leq 0.2\%$ ". Support for this claim amendment is found on page 9, lines 13-14 of Applicants' specification, where it states that machinability "can" be improved by a sulfur addition. This means that such an addition is not compulsory if a high machinability is not particularly required. Specifically, if sulfur were required, this statement in the specification would read that machinability \underline{is} improved by a sulfur addition. Therefore, no new matter has been added to the application by this amendment.

Therefore, in view of the amendments and remarks set forth in the response of August 14, 2007, and the foregoing amendments and remarks, it is submitted that each of the grounds of rejection set forth by the Examiner has been overcome, and that the application is in condition for allowance. Such allowance is solicited.

If, after reviewing this Amendment, the Examiner feels there are any issues remaining which must be resolved before the application can be passed to issue, the Examiner is respectfully requested to contact the undersigned by telephone in order to resolve such issues.

Respectfully submitted,

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